



2019 New Entrant Program

Application Checklist

- Producer License Application
- Declaration of Eligibility
- Offer to Purchase Form
- Completed Business Plan

Above documents must be received at the Saskatchewan Egg Producers office by 5:00 pm on May 08, 2019

Saskatchewan Egg Producers
1-123 Pinehouse Drive
Saskatoon, SK
S7K 5W1



SEP Producer License Application 2019

1 - 123 Pinehouse Drive, Saskatoon, SK, S7K 5W1, (306) 664-4131 phone, (306) 664-4140 fax, info@saskegg.ca
www.saskegg.ca

Please check the applicable box: New Application Renewal Application

Production Unit Name:

Name as it will appear on License

License/Registration Number:

Date of Application:

m/d/y

Mailing Address:

Street

City

Province

Postal Code

Phone Number:

(Area) phone number

Ext.

Cell Number:

(Area) phone number

Email Address:

Fax Number:

(Area) fax number

Additional email address: (if applicable)

Please checkmark your preferred method of communication: email or fax

Farm Manager Name:

please print

Lay Manager Name:

please print

Land Location: *Section*

Township

Range

Meridian

I hereby certify that I am eligible to apply for a Producer License with the Saskatchewan Egg Producers, and that all information contained herein is correct.

Applicant Signature

Date: _____
m/d/y

Please Print

SEP OFFICE USE ONLY

Approval by Authorized SEP Representative:

Signature

Date: _____
m/d/y



2019 New Entrant Program

Declaration

I, _____, have read and understood the eligibility criteria of the New Entrant Program. I declare that I meet the eligibility criteria. I understand that if I misrepresent my eligibility for the program, my application will be revoked.

Have you ever been a quota holder in a Canadian supply managed sector, either as an individual or through a corporation?

- No
- Yes

If yes, please provide complete details of when and where you were a quota holder.

Name: _____

Signature: _____

Date: _____



QUOTA OFFER TO PURCHASE

IN ACCORDANCE with Saskatchewan Egg Producers' Board Order 58/15, a new entrant will be selected and eligible to receive 5,000 quota units at a purchase price of twenty-five dollars (\$25.00) per unit.

THIS OFFER TO PURCHASE, along with the application package, must be received at the Saskatchewan Egg Producers' office 1-123 Pinehouse Drive, Saskatoon, SK, S7K 5W1; FAX 306-664-4140 by 5:00 pm on May 8, 2019.

NAME: _____

If the offer is being made by a corporation, provide a complete list of the shareholders and percentages of ownership.

ADDRESS: _____

PHONE NUMBER: _____

FAX NUMBER or EMAIL ADDRESS: _____

OF QUOTA UNITS TO PURCHASE: 5,000 x \$25 = \$125,000

I agree to follow all conditions and provisions of Saskatchewan Egg Producers' Board Order #58/15.

DATE: _____ SIGNATURE: _____



New Entrant Program

The Saskatchewan Egg Producers (SEP) will receive offers to purchase an egg production limit as outlined in this Notice. A production limit that is offered for purchase entitles a new applicant to produce a specified number of dozens of eggs per year by a specified number of laying hens. Production limits remain the property of the SEP.

Production Limit Available

1. The sale of a new entrant production limit shall consist of a total of 127,200 dozen eggs per year (equivalent to a base production limit of 5,000 hens) available for purchase by a new applicant. Eligible applicants will not currently be a licensed producer or will not currently own production limits.

Eligibility

2. Applicants must be 18 years of age.
3. Existing licensed producers or production limit owners, or individuals, corporations, or partnerships that have been production limit owners or licensed producers within the last five (5) years are not eligible to submit an offer to purchase this production limit.
4. Employees of the SEP and Egg Farmers of Canada (EFC) are not eligible to apply.
5. Direct family members (spouse*, common-law partner*, children and children-in-law) of SEP directors, SEP staff and EFC staff are not eligible to apply.
6. Direct family members (spouse, common-law partner, children and children-in-law) of existing licensed producers are not eligible to apply.
7. Only one application per married or common-law couple is allowed.
8. Only one application per specified production location is allowed.

**Spouse and common-law partner as defined by the Canada Revenue Agency.*

Submission of Offers

9. Offers to purchase a new entrant production limit will be received up to 30 days after the posted date of the Notice of Sale. All offers to purchase must be submitted to the Saskatchewan Egg Producers' office: 1-123 Pinehouse Drive, Saskatoon, SK, S7K 5W1.
10. Offers must be submitted using the prescribed Offer to Purchase Form and must be submitted in a sealed envelope that is clearly marked with "Offer to Purchase Production

Limit". Offer to Purchase Forms may be obtained by contacting the SEP office or through the SEP's website.

11. Only one offer may be submitted by an applicant per production limit.

Application Requirements

12. An Application for License to produce and market eggs must accompany the Offer to Purchase Form and is available from the SEP board office or the SEP website.
13. The applicant's submission must include a Business Plan that describes:
 - a. The location where the applicant intends to set up production;
 - b. The facilities and equipment the applicant will be using for production;
 - c. The applicant's experience and/or knowledge of egg production and hens;
 - d. The timeframe in which the applicant will begin production; and
 - e. The applicant's experience and/or knowledge of animal care, food safety, and biosecurity practices.
14. The applicant's submission must meet the requirements and be in compliance with *The Agri-Food Act, 2004*, *The Commercial Egg Marketing Plan Regulations*, and all Orders of the SEP.

Opening of Offers

15. After the closing date for receipt of offers, all offers will be opened privately by an independent party appointed by SEP in the presence of a scrutineer appointed by the SEP who is not an employee, officer or director of the SEP, nor a production limit owner.

Award of Production Lots

16. A new entrant production limit will be awarded in accordance with the applicant meeting all application criteria to become a licensed producer. The sale price for 25.44 dozen eggs (equivalent of one hen) will be twenty-five dollars (\$25).
17. In the case of two or more new applicants submitting offers for a production limit, the successful applicant shall be chosen based on demonstrating, through the Business Plan submitted, that they are most able and prepared to become a licensed producer. Preference may be given to applicants who have never been a quota holder, either as an individual or through a corporation, in a supply managed industry. The determination will be made by SEP directors and officers. If more than one qualified applicant is declared eligible, the successful recipient will be chosen by drawing of lots.

Terms of Purchase

18. Acceptance by the SEP of an offer to purchase a production limit will create a binding contract between the SEP and the purchaser.
19. A non-refundable deposit equal to 50% of the purchase price must be delivered to the SEP within fourteen (14) days of receiving a written notice of acceptance of the purchaser's

offer. The full purchase price must be delivered to SEP at the time the production limit being purchased is put into production. The successful applicant may also choose to pay 100% of the purchase price within the fourteen (14) day period. Both payments must be in the form of a cheque, certified cheque, bank draft or money order payable to the Commercial Egg Producers' Trust Fund.

20. A production limit purchased by a new applicant under this Order must be put into production within one year of the purchaser receiving written notice of acceptance of the purchaser's offer, or such longer period of time as the SEP, in its sole discretion, may allow.
21. The production limit must be produced on land owned by the new applicant, and such land may not serve as a production location for any other licensed producer. No other licensed producer or any individual who has a direct or indirect beneficial interest in another licensed producer, may have any direct or indirect beneficial interest in a new applicant or in the production location where a new applicant puts the production limit into direct production.
22. A Production Limit purchased under this Order shall be forfeited and cancelled if:
 - a. it has not been put into production in accordance with this Order; or
 - b. it is subsequently determined by the Board that the purchaser does not satisfy the eligibility or other requirements outlined in this Order.
23. A production limit purchased under this Order may not be transferred by the production limit owner in accordance with the provisions of the Regulations prior to the tenth anniversary of the production limit being awarded.
24. Production limits purchased under this Order are also subject to all applicable provisions and restrictions set out in the Regulations and SEP Orders.

Withdrawal of Production Lots

25. SEP reserves the right to withdraw the production limits offered for sale under the Order at any time before or after the closing time for receipt of offers. Unless and until the SEP has accepted in writing an offer from a purchaser, a contractual relationship (either expressed or implied) is not created with any person submitting an offer in response to this Order.

Inquiries

Any inquiries related to this Order may be directed to:

Cam Broten, Executive Director
Saskatchewan Egg Producers
1-123 Pinehouse Drive
Saskatoon, SK
SK7 5W1
Telephone: (306) 664-4131
Fax: (306) 664-4140
Email: cam.broten@saskegg.ca

The Agri-Food Act, 2004
[section 12]

**THE COMMERCIAL EGG MARKETING PLAN REGULATIONS – SALE OF PRODUCTION
LIMITS TO NEW ENTRANTS**

Order No. 58/15. The SASKATCHEWAN EGG PRODUCERS, pursuant to the provisions of *The Commercial Egg Marketing Plan Regulations* and *The Agri-Food Act, 2004*, hereby determines and orders as follows:

1 In accordance with *The Commercial Egg Marketing Plan Regulations* and as set out in the procedures, rules and stipulations set forth in this Order, the Board shall offer for sale egg production limits described in section 1 of the Appendix.

2 Notice of the sale of egg production limits will be published on our website, and in such ways as considered necessary by the Board, with sufficient notice to allow for responses.

3 If the egg production limits described here are not distributed through this offering, the Board may retain the limit in abeyance until such time as it is deemed appropriate to offer them for sale again.

4 This Order will remain in effect for a period no longer than ten years from the date this Order is approved by the Agri-Food Council.

Order No. 58/15 is made pursuant to clauses 26(h), (q), and (w) of *The Commercial Egg Marketing Plan Regulations* and shall be effective upon the date of this Order. By order of the Saskatchewan Egg Producers.

original signed

Stan Fehr, Chairperson
Saskatchewan Egg Producers

Pursuant to clauses 26(h), (q) and (w) of *The Commercial Egg Marketing Plan Regulations* and section 12 of *The Agri-Food Act, 2004*, the above Order No. 58/15 of the Saskatchewan Egg Producers is approved the 18th day of December, 2015.

original signed

R.T. Tyler, Chairperson
Agri-Food Council, Saskatchewan